

County Superior Court on January 9, 2025. ECF No. 1-1 at 2. The complaint seeks \$12,500 in damages and alleges that Defendant "damaged and stole" various items including coins and books. *Id.* at 3. General Chuck Yeager, Inc. alleges Defendant will not honor the insurance taken out on the packages. *Id.* Defendant removed the action to this Court under 28 U.S.C. § 1442(a)(1) because it is a federal agency.

On April 28, 2025, Defendant filed a motion to dismiss. ECF No. 6. General Chuck Yeager, Inc. did not file an opposition, and on June 4, 2025, the Court order the motion submitted. ECF No. 7. Thereafter, on June 11, 2025, Yeager filed a motion to intervene. ECF No. 8. The Court granted the motion to intervene on October 24, 2025. ECF No. 11. The order allowing Yeager to intervene as a plaintiff provided that any opposition to the motion to dismiss must be filed within 21 days of the date of the order. The opposition was thus due by November 14, 2025. No opposition was filed.

II. Defendant's Motion to Dismiss (ECF No. 6)

Defendant's motion to dismiss argues that the Court lacks subject matter jurisdiction and seeks dismissal pursuant to Federal Rule of Civil Procedure 12(b)(1). ECF No. 6 at 1. On a Rule 12(b)(1) motion, the defendant may "rely on affidavits or any other evidence properly before the court." *St. Clair v. City of Chico*, 880 F.2d 199, 201 (9th Cir. 1989). "It then becomes necessary for the party opposing the motion to present affidavits or any other evidence necessary to satisfy its burden of establishing that the court, in fact, possesses subject matter jurisdiction." *Id*. Defendant advances three arguments in support of dismissal: 1) Defendant has not waived sovereign immunity for claims related to the transmission of mail; 2) the complaint is barred by the derivative-jurisdiction doctrine; and 3) Plaintiff did not exhaust administrative remedies under the Federal Tort Claims Act ("FTCA"), 28 U.S.C. § 2675(a). ECF No. 6-1 at 3-6.

Plaintiff General Chuck Yeager, Inc. has not filed an opposition to the motion, and Plaintiff-Intervenor Yeager was granted additional time to file an opposition, but has not done so. Pursuant to Local Rule 230(c): "A failure to file a timely opposition may also be construed by the Court as a non-opposition to the motion." The Court finds Defendant's arguments concerning

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sovereign immunity and the FTCA have merit, and will not address the derivative-jurisdiction argument.

As Defendant notes, the FTCA waives the United States' sovereign immunity for "tort claims arising out of activities of the Postal Service." ECF 6-1 at 3 (quoting Dolan v. United States Postal Serv., 546 U.S. 481, 484 (2006) (citations omitted)). Indeed, the FTCA "generally waives the United States' sovereign immunity with respect to claims for money damages arising out of loss of property resulting from federal employee misconduct." Georgacarakos v. United States, 420 F.3d 1185, 1186 (10th Cir. 2005). However, this waiver of immunity does not apply to "[a]ny claim arising out of the loss, miscarriage, or negligent transmission of letters or postal matter." 28 U.S.C. § 2680(b). Here, Plaintiffs allege that Defendant "damaged and stole" various items, including "coins, elk, books" and that Defendant "won't honor the insurance taken out on the items." ECF No. 1-1 at 3. As part of the damages, Plaintiffs seek to recover the cost of shipping. Id. at 4. In Yeager's declaration, she states that she mailed the packages, but that they "never arrived" and were "stolen." ECF No. 8 at 3. Because the FTCA's waiver of sovereign immunity does not apply to the injury claimed by Plaintiffs, their action against Defendant is precluded. In Georgacarakos, the plaintiff complained that books and a manuscript has been lost in the mail. The Tenth Circuit found that once mailed, the books and manuscript became "postal matter" within the meaning of § 2680(b). Id. at 1186. Thus, the court found the claim barred by sovereign immunity. Id. at 1188. Similarly, in Anderson v. U.S. Postal Service, 761 F.2d 527 (9th Cir. 1985), the plaintiff brought a claim alleging that the postal service had negligently allowed original music compositions that he had mailed to be stolen. The Ninth Circuit recognized that the FTCA grants a waiver of sovereign immunity, but that under § 2680(b) "the United States retains sovereign immunity for tort claims against it for 'loss, miscarriage, or negligent transmission' of the mails." *Id.* at 528. Therefore, the Ninth Circuit concluded that plaintiff's "tort claim against the Postal Service for loss of his package during the robbery was barred by sovereign immunity and the district court properly dismissed it." Id. Having filed no opposition, Plaintiffs offer no argument against the authorities cited by Defendant, such as Georgacarakos and Anderson. As Plaintiff's claim arises

out of the loss of packages through the mail, the undersigned finds that it is appropriate to grant the motion based on § 2680(b) and sovereign immunity.

Even if § 2680(b) did not apply, and the waiver of sovereign immunity contained in section 1346(b) was applicable, Plaintiffs have not alleged that administrative remedies were exhausted as required by the FTCA. On the small claims document General Chuck Yeager, Inc. filed in state court, it indicated it was suing a public entity, but did not mark the box stating it had filed a claim with the entity or include a date that such was filed. ECF No. 1-1 at 4.

An FTCA claim requires exhaustion of administrative remedies. See 28 U.S.C. § 2675(a); D.L. by and through Junio v. Vassilev, 858 F.3d 1242, 1244 (9th Cir. 2017). "An administrative claim is deemed exhausted once the relevant agency finally denies it in writing, or if the agency fails to make a final disposition of the claim within six months of the claim's filing." D.L. by and through Junio, 858 F.3d at 1244. The FTCA's exhaustion requirement is "jurisdictional and may not be waived." Id. Here, the complaint does not allege that administrative remedies were exhausted, and in fact the complaint indicates that no administrative claim was even submitted. There is thus no jurisdiction over any FTCA claims. For this reason also, the undersigned recommends the motion to dismiss be granted.

III. Conclusion

General Chuck Yeager, Inc., a corporation, originally filed this action pro se in small claims court. Defendant removed the action to this Court and filed a motion to dismiss. No counsel has appeared on behalf of General Chuck Yeager, Inc., and no opposition to the motion to dismiss has been filed. Yeager was granted leave to intervene, and granted additional time to oppose the motion, but did not do so. The case should be dismissed without prejudice for lack of subject matter jurisdiction. *See Missouri ex rel Koster v. Harris*, 847 F.3d 646, 656 (9th Cir. 2017) ("In general, dismissal for lack of subject matter jurisdiction is without prejudice.").

Accordingly, and for the reasons set forth herein,

IT IS HEREBY RECOMMENDED that:

- 1. Defendant's motion to dismiss (ECF No. 6) be GRANTED;
- 2. The Clerk be directed to enter Judgment and close this file.

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These findings and recommendations will be submitted to the United States District Judge assigned to the case, pursuant to the provisions of 28 U.S.C. § 636(b)(1). Within fourteen days after being served with these findings and recommendations, either party may file written objections with the court. The document should be captioned "Objections to Magistrate Judge's Findings and Recommendations." The parties are advised that failure to file objections within the specified time may result in waiver of the right to appeal the district court's order. Martinez v. Ylst, 951 F.2d 1153 (9th Cir. 1991). DATED: December 1, 2025 SEAN C. RIORDAN UNITED STATES MAGISTRATE JUDGE